

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2001
(Expressed in Hong Kong dollars)

	Note	2001		2000	
		\$Million	\$Million	\$Million	\$Million
Net cash (outflow)/inflow from operating activities	(a)		(1,391.0)		1,707.8
Returns on investments and servicing of finance					
Interest received		256.8		397.3	
Dividends received from jointly controlled entities		29.4		27.8	
Interest and other ancillary borrowing costs paid		(732.6)		(681.2)	
Finance lease charges paid		(62.9)		(64.6)	
Dividends paid		(694.3)		(478.4)	
Dividends paid to minority shareholders		(497.0)		(419.6)	
Net cash outflow from returns on investments and servicing of finance			(1,700.6)		(1,218.7)
Taxation					
Hong Kong profits tax paid			(659.0)		(288.3)
Investing activities					
Purchase of fixed assets		(1,228.7)		(1,599.8)	
Disposal of fixed assets		851.0		17.9	
Purchase of investments		(180.1)		(15.9)	
Net repayment of advances from unlisted investments		5.0		32.6	
Proceeds from sale of investments		—		47.1	
Investment in a jointly controlled entity		(2.0)		—	
Repayment from jointly controlled entities		102.5		0.6	
Advances to jointly controlled entities		(35.4)		(262.7)	
Aggregate consideration paid for purchase of shares of a subsidiary		(32.2)		(5.9)	
Net cash outflow from investing activities			(519.9)		(1,786.1)
Net cash outflow before financing carried forward			(4,270.5)		(1,585.3)

FOR THE YEAR ENDED 30 JUNE 2001
(Expressed in Hong Kong dollars)

	Note	2001		2000	
		\$Million	\$Million	\$Million	\$Million
Net cash outflow before financing brought forward			(4,270.5)		(1,585.3)
Financing					
New bank loans		15,012.5		676.0	
Repayment of bank loans		(11,975.5)		(536.5)	
Repurchase of shares		(16.4)		(21.9)	
Exercise of share options		1.3		—	
Repurchase of shares by a subsidiary		—		(15.3)	
Issue of floating rate notes		—		540.0	
Investments by minority shareholders		107.1		—	
Advances from minority shareholders		227.8		198.5	
Repayment to minority shareholders		(31.3)		(19.2)	
Capital element of finance lease		(27.7)		(22.6)	
Net cash inflow from financing	(b)		3,297.8		799.0
Decrease in cash and cash equivalents			(972.7)		(786.3)
Cash and cash equivalents at 1 July			5,155.4		5,941.7
Cash and cash equivalents at 30 June	(c)		4,182.7		5,155.4

Notes to the Consolidated Cash Flow Statement

(Expressed in Hong Kong dollars)

(a) Reconciliation of operating profit to net cash (outflow)/inflow from operating activities

	2001	2000
	\$Million	\$Million
Operating profit	1,678.7	1,579.6
Interest and other ancillary borrowing costs	438.7	323.3
Finance lease charges	62.9	64.6
Depreciation	58.6	52.2
Provision for investments written back	—	(38.0)
Interest income	(244.8)	(393.6)
Profit on disposal of fixed assets	(332.1)	(4.4)
Profit on disposal of investments	—	(30.3)
(Increase)/Decrease in properties under development	(3,729.9)	457.0
Decrease/(Increase) in completed properties for sale	2,340.7	(2,269.4)
Decrease/(Increase) in stocks	0.4	(0.3)
Decrease in mortgage loans	54.3	364.9
(Increase)/Decrease in debtors, deposits and prepayments	(4.5)	49.0
Increase in investments	(521.4)	—
(Decrease)/Increase in land premium payable	(1,021.0)	1,021.0
(Decrease)/Increase in creditors and accrued expenses	(195.4)	483.6
Increase in deposits received	14.7	23.2
Exchange difference	9.1	25.4
Net cash (outflow)/inflow from operating activities	(1,391.0)	1,707.8

Notes to the Consolidated Cash Flow Statement *(continued)**(Expressed in Hong Kong dollars)*

(b) Analysis of changes in financing during the year

	Share capital (including premium)	Minority interests	Bank loans	Finance lease obligations	Floating rate notes	Retained profits
	\$Million	\$Million	\$Million	\$Million	\$Million	\$Million
Balance at 1 July 1999	3,495.0	14,166.7	9,139.0	932.9	—	9,657.1
Net cash flow from financing	—	172.8	139.5	(22.6)	540.0	(30.7)
Attributable profits less						
dividends paid	—	153.7	—	—	—	—
Share of revaluation deficits, net of disposals	—	417.6	—	—	—	—
Effect of change of shareholdings in subsidiaries	—	(26.7)	—	—	—	—
Exchange difference	—	14.0	—	—	—	—
Nominal value of own shares repurchased and cancelled	(4.0)	—	—	—	—	—
Profit for the year	—	—	—	—	—	178.0
Balance at 30 June 2000	3,491.0	14,898.1	9,278.5	910.3	540.0	9,804.4
Net cash flow from financing	1.3	303.6	3,037.0	(27.7)	—	(16.4)
Attributable profits less						
dividends paid	—	174.8	—	—	—	—
Share of revaluation deficits, net of disposals	—	(357.2)	—	—	—	—
Effect of change of shareholdings in subsidiaries	—	(35.3)	—	—	—	—
Exchange difference	—	2.7	—	—	—	—
Nominal value of own shares repurchased and cancelled	(2.6)	—	—	—	—	—
Profit for the year	—	—	—	—	—	162.6
Balance at 30 June 2001	3,489.7	14,986.7	12,315.5	882.6	540.0	9,950.6

Notes to the Consolidated Cash Flow Statement *(continued)**(Expressed in Hong Kong dollars)*

(c) Analysis of the balances of cash and cash equivalents as shown in the consolidated balance sheet

	2001	2000
	\$Million	\$Million
Cash and deposits with banks maturing within three months of the balance sheet date	4,187.1	5,333.1
Bank loans and overdrafts repayable within three months from the date of advance	(4.4)	(177.7)
	4,182.7	5,155.4